

# **FISCAL NOTE**

## **SB 3001 - HB 3179**

March 25, 2002

**SUMMARY OF BILL:** Removes requirement that alcoholic beverages transported or imported into this state be consigned to licensed wholesaler or manufacturer.

### **ESTIMATED FISCAL IMPACT:**

**Decrease State Revenues - Net Impact - Less Than \$100,000**

**Decrease Local Govt. Revenues - Less Than \$100,000**

Estimate assumes the following:

- an increase in state revenues to the extent that additional sales occur that would not have occurred in the absence of the bill, such as the purchase of wine over the internet. Estimate assumes that out of state alcoholic beverage manufacturers and distributors that choose to do business in Tennessee would register with the Department of Revenue and pay the appropriate taxes in order to offer their products for sale.
- a decrease in state revenues estimated to be less than \$100,000 and a decrease in local government revenues estimated to be less than \$100,000 based on sales tax revenue lost from alcoholic beverages being sold over the internet and delivered to entities inside the state by manufacturers or distributors that are not located in Tennessee and do not have a presence in Tennessee.

### **CERTIFICATION:**

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.



James A. Davenport, Executive Director

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